

Message Text

CONFIDENTIAL

PAGE 01 EC BRU 04046 061726Z

43

ACTION EUR-12

INFO OCT-01 ARA-06 NEA-09 ISO-00 AID-05 CEA-01 CIAE-00

COME-00 EB-07 FRB-03 INR-07 NSAE-00 CIEP-01 SP-02

STR-04 TRSE-00 LAB-04 SIL-01 SAM-01 OMB-01 TAR-01

SS-15 NSC-05 PA-01 PRS-01 USIA-06 L-02 H-02 /098 W

----- 040312

R 061706Z MAY 75

FM USMISSION EC BRUSSELS

TO SECSTATE WASHDC 8822

INFO ALL EC CAPITALS 635

AMEMBASSY CARACAS

AMEMBASSY JIDDA

C O N F I D E N T I A L EC BRUSSELS 4046

E.O. 11652: ADS "DECLASSIFY ON JAM. 1, 1978"

TAGS: EFIN, EEC

SUBJECT: EC MEMBER STATES ARE INTERESTED IN BORROWING FROM EC
LOAN FACILITY

REF: A. EC BRUSSELS 3830 (NOTAL) B. EC BRUSSELS 3538

1. EC COMMISSION MONETARY AFFAIRS DIRECTOR JOHN NASH SAYS
THREE TO FOUR EC MEMBER STATES HAVE NOW INDICATED AN INTEREST
IN LOANS FROM THE EC BORROWING FACILITY. THE COMMISSION
HAD SET A DEADLINE OF MAY 5 FOR MEMBER STATES TO STATE
THEIR INTEREST IN USING THE FACILITY (SEE REF B). NOW
THAT SEVERAL MEMBER STATES WANT TO USE THE FACILITY, THE
COMMISSION PLANS TO FIRM UP THE VENEZUELAN OFFER TO MAKE
A LOAN TO THE FACILITY (REFTELS).

2. NASH BELIEVES A GROUP OF COUNTRIES WILL FORMALLY AND
SIMULTANEOUSLY REQUEST LOANS FROM THE FACILITY,
PROBABLY BEFORE OCTOBER. HE PREFERS A GROUP REQUEST
BECAUSE THIS AVOIDS THE STIGMA OF JUST ONE COUNTRY
HAVING TO MAKE THE FIRST REQUEST. FINANCIAL MARKETS
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 EC BRU 04046 061726Z

MIGHT INTERPRET A SINGLE REQUEST AS AN INDICATION

OF FINANCIAL INSECURITY. NASH DID NOT SPECULATE ON WHICH COUNTRIES MIGHT REQUEST LOANS BUT PREVIOUSLY HE HAS MENTIONED ITALY, IRELAND, AND DENMARK, AND POSSIBLY THE UK AND FRANCE. THE FAVORABLE TERMS WHICH THE EC COULD OBTAIN FROM VENEZUELA (SEE REFTELS) ARE A MAJOR FACTOR IN THE MEMBER STATES' DESIRE TO USE THE FACILITY.

3. VICE PRESIDENT HAFERKAMP WILL VISIT SAUDI ARABIA, PROBABLY DURING THE FIRST WEEK OF JUNE, TO DISCUSS A SAG LOAN. HAFERKAMP AND HASH MET WITH THE HEAD OF THE SAUDI ARABIAN MONETARY AGENCY LAST WEEK IN PARIS. THIS MEETING INDICATED A SERIOUS INTEREST IN A LOAN BUT THE POSSIBLE TERMS AND AMOUNT WERE NOT DISCUSSED. HAFERKAMP ALSO PLANS TO VISIT KUWAIT BUT NO DATE HAS YET BEEN FIXED FOR THIS TRIP. MYERSON

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: PETROLEUM INDUSTRY, INVESTMENT PROGRAMS, LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 06 MAY 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975ECBRU04046
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: AS SIFY ON JAM. 1, 1978"
Errors: N/A
Film Number: D750158-1100
From: EC BRUSSELS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750574/aaaacpzp.tel
Line Count: 77
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EUR
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 75 EC BRUSSELS 3830, 75 (NOTAEC BRUSSELS 3538
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 09 APR 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <09 APR 2003 by Izenbel0>; APPROVED <16 APR 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: EC MEMBER STATES ARE INTERESTED IN BORROWING FROM EC LOAN FACILITY
TAGS: EFIN, EEC
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006